

F - Environmental and Public Protection Cabinet

THIS PAGE INTENTIONALLY LEFT BLANK

Table of Contents

F - Environmental and Public Protection Cabinet

<u>General Administration and Program Support</u>	<u>F - 005</u>
<u>Environmental Protection</u>	<u>F - 011</u>
<u>Natural Resources</u>	<u>F - 017</u>
<u>Surface Mining Reclamation and Enforcement</u>	<u>F - 019</u>
<u>Abandoned Mine Land Reclamation Projects</u>	<u>F - 025</u>
<u>Environmental Quality Commission</u>	<u>F - 027</u>
<u>Kentucky Nature Preserves Commission</u>	<u>F - 029</u>
<u>Public Protection Commissioner</u>	<u>F - 033</u>
<u>Boxing and Wrestling Authority</u>	<u>F - 035</u>
<u>Petroleum Storage Tank Environmental Assur. Fund</u>	<u>F - 037</u>
<u>Alcoholic Beverage Control</u>	<u>F - 041</u>
<u>Charitable Gaming</u>	<u>F - 043</u>
<u>Board of Claims/Crime Victims' Compensation</u>	<u>F - 045</u>
<u>Financial Institutions</u>	<u>F - 047</u>
<u>Horse Racing Authority</u>	<u>F - 049</u>
<u>Housing, Buildings and Construction</u>	<u>F - 051</u>
<u>Insurance</u>	<u>F - 055</u>
<u>Mine Safety Review Commission</u>	<u>F - 061</u>
<u>Mine Safety and Licensing</u>	<u>F - 063</u>
<u>Public Service Commission</u>	<u>F - 065</u>
<u>Tax Appeals</u>	<u>F - 069</u>
<u>Labor</u>	<u>F - 071</u>
<u>Occupational Safety and Health Review Comm.</u>	<u>F - 075</u>
<u>Workers Compensation Board</u>	<u>F - 077</u>
<u>Workers' Compensation Funding Commission</u>	<u>F - 079</u>

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Summary Totals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund (Tobacco)	25,782,600	25,782,600		25,751,700	25,751,700	
General Fund	91,448,500	91,448,500		89,818,900	89,818,900	
Restricted Funds	427,940,800	433,736,700	5,795,900	432,612,700	434,362,700	1,750,000
Federal Funds	76,270,600	76,270,600		70,915,300	70,915,300	
Regular Total Funds	621,442,500	627,238,400	5,795,900	619,098,600	620,848,600	1,750,000
Continuing	4,648,600	4,648,600				
TOTAL FUNDS	626,091,100	631,887,000	5,795,900	619,098,600	620,848,600	1,750,000

II. EXPENDITURE CATEGORY

Personnel Costs	218,327,900	223,973,800	5,645,900	219,226,300	220,976,300	1,750,000
Operating Expenses	206,460,300	206,460,300		203,618,300	203,618,300	
Grants, Loans, Benefits	167,267,800	167,417,800	150,000	157,613,400	157,613,400	
Debt Service	589,000	589,000		2,357,000	2,357,000	
Capital Outlay	7,182,600	7,182,600		5,100,000	5,100,000	
Construction	26,263,500	26,263,500		31,183,600	31,183,600	
TOTAL EXPENDITURES	626,091,100	631,887,000	5,795,900	619,098,600	620,848,600	1,750,000

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund (Tobacco)	25,782,600	25,782,600		25,751,700	25,751,700	
General Fund	91,448,500	91,448,500		89,818,900	89,818,900	
Restricted Funds	427,940,800	431,986,700	4,045,900	432,612,700	432,612,700	
Federal Funds	76,270,600	76,270,600		70,915,300	70,915,300	
Regular Total Funds	621,442,500	625,488,400	4,045,900	619,098,600	619,098,600	
Continuing	4,648,600	4,648,600				
TOTAL BASE LEVEL	626,091,100	630,137,000	4,045,900	619,098,600	619,098,600	

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

Restricted Funds		1,750,000	1,750,000		1,750,000	1,750,000
TOTAL ADDITIONAL		1,750,000	1,750,000		1,750,000	1,750,000

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Capital Budget****Summary Totals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	5,600,000	5,600,000		5,600,000	5,600,000	
Federal Funds	1,150,000	1,150,000		1,350,000	1,350,000	
Bond Funds	26,000,000	26,000,000				
Investment Income	1,500,000	500,000	(1,000,000)	700,000		(700,000)
Other Funds	300,000	300,000		300,000	300,000	
TOTAL CAPITAL	34,550,000	33,550,000	(1,000,000)	7,950,000	7,250,000	(700,000)

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****General Administration and Program Support**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	10,216,500	10,216,500		10,174,500	10,174,500	
Restricted Funds	5,632,200	5,632,200		4,953,300	4,953,300	
Federal Funds	1,707,100	1,707,100		1,728,100	1,728,100	
Regular Total Funds	17,555,800	17,555,800		16,855,900	16,855,900	
Continuing						
TOTAL FUNDS	17,555,800	17,555,800		16,855,900	16,855,900	
II. EXPENDITURE CATEGORY						
Personnel Costs	14,443,300	14,443,300		13,946,000	13,946,000	
Operating Expenses	2,890,900	2,890,900		2,793,200	2,793,200	
Capital Outlay	221,600	221,600		116,700	116,700	
TOTAL EXPENDITURES	17,555,800	17,555,800		16,855,900	16,855,900	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	10,216,500	10,216,500		10,174,500	10,174,500	
Restricted Funds	5,632,200	5,632,200		4,953,300	4,953,300	
Federal Funds	1,707,100	1,707,100		1,728,100	1,728,100	
Regular Total Funds	17,555,800	17,555,800		16,855,900	16,855,900	
Continuing						
TOTAL BASE LEVEL	17,555,800	17,555,800		16,855,900	16,855,900	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

General Administration and Program Support

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Reallocation of Specified Restricted Funds within the Environmental and Public Protection Cabinet: Notwithstanding KRS 224.60-130 to 224.60-145, 287.485, and 304.2-400, the Secretary of the Environmental and Public Protection Cabinet may request the authorization to expend Restricted Funds for specified purposes, subject to the provisions of KRS 48.630."

The 2004-2006 Executive Budget, Executive Budget Overview, includes language provisions that states:

"The reorganization of three former cabinets into one administrative organization has created the opportunity for significant efficiencies. Centralizing the regulatory function of state government will result in better service for businesses and communities that depend on these services. "

HOUSE REPORT

The House concurs with the Bill as Introduced with the following changes:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to delete the following language provision:

"Reallocation of Specified Restricted Funds within the Environmental and Public Protection Cabinet: Notwithstanding KRS 224.60-130 to 224.60-145, 287.485, and 304.2-400, the Secretary of the Environmental and Public Protection Cabinet may request the authorization to expend Restricted Funds for specified purposes, subject to the provisions of KRS 48.630."

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

General Administration and Program Support

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"Engineering Salary Parity: The Secretary of the Environmental and Public Protection Cabinet is authorized to expend funds in an amount sufficient to pay engineers in the Cabinet at the same grade as engineers in other cabinets, as appropriate."

Part II, Capital Budget

The House concurs with the Bill as Introduced with the following changes:

Maintenance Pool, Investment Income of \$500,000 in fiscal year 2005 and Investment Income of \$200,000 in fiscal year 2006 has been deleted.

This project is authorized as Bond Funds in the Statewide Repair, Maintenance, and Replacement Pool Fund within the Finance and Administration Cabinet, in the amount of \$700,000. The fiscal year 2005-2006 debt service is included in the Finance and Administration Cabinet's budget.

The House amends the State/Executive Branch Budget Bill, Part V, Funds Transfer, to include transfers from the Agency Revenue Fund totaling \$500,000 in fiscal year 2004-2005 and \$500,000 in fiscal year 2005-2006.

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Capital Budget****General Administration and Program Support**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	3,000,000	3,000,000		3,000,000	3,000,000	
Federal Funds	1,000,000	1,000,000		1,000,000	1,000,000	
Investment Income	1,000,000	500,000	(500,000)	200,000		(200,000)
TOTAL CAPITAL	5,000,000	4,500,000	(500,000)	4,200,000	4,000,000	(200,000)
II. CAPITAL PROJECTS						
1 Maintenance Pool						
PRJEPP0001						
Investment Income	500,000		(500,000)	200,000		(200,000)
Project Total	500,000		(500,000)	200,000		(200,000)
2 Network Upgrade						
PRJEPP0127						
Investment Income	500,000	500,000				
Project Total	500,000	500,000				
3 Franklin County - Lease						
PRJEPP0129						
Agency Bonds						
Project Total						
4 Kentucky Heritage Land Conservation Fund						
PRJEPP0128						
Restricted Funds	3,000,000	3,000,000		3,000,000	3,000,000	
Federal Funds	1,000,000	1,000,000		1,000,000	1,000,000	
Project Total	4,000,000	4,000,000		4,000,000	4,000,000	
TOTAL CAPITAL	5,000,000	4,500,000	(500,000)	4,200,000	4,000,000	(200,000)

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Environmental Protection**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	23,793,500	23,793,500		23,642,500	23,642,500	
Restricted Funds	47,676,900	47,826,900	150,000	50,867,600	50,867,600	
Federal Funds	16,065,200	16,065,200		15,602,900	15,602,900	
Regular Total Funds	87,535,600	87,685,600	150,000	90,113,000	90,113,000	
Continuing						
TOTAL FUNDS	87,535,600	87,685,600	150,000	90,113,000	90,113,000	
II. EXPENDITURE CATEGORY						
Personnel Costs	45,094,200	45,094,200		45,985,500	45,985,500	
Operating Expenses	8,352,600	8,352,600		8,023,300	8,023,300	
Grants, Loans, Benefits	18,845,900	18,995,900	150,000	16,157,300	16,157,300	
Debt Service				49,000	49,000	
Capital Outlay	1,925,000	1,925,000		1,667,600	1,667,600	
Construction	13,317,900	13,317,900		18,230,300	18,230,300	
TOTAL EXPENDITURES	87,535,600	87,685,600	150,000	90,113,000	90,113,000	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	23,793,500	23,793,500		23,642,500	23,642,500	
Restricted Funds	47,676,900	47,826,900	150,000	50,867,600	50,867,600	
Federal Funds	16,065,200	16,065,200		15,602,900	15,602,900	
Regular Total Funds	87,535,600	87,685,600	150,000	90,113,000	90,113,000	
Continuing						
TOTAL BASE LEVEL	87,535,600	87,685,600	150,000	90,113,000	90,113,000	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Environmental Protection

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer from Kentucky Pride Trust Fund Pursuant to KRS 224.43-505(2)(a)5., these funds transfers of \$2,006,300 in fiscal year 2004-2005 and \$2,006,300 in fiscal year 2005-2006 to the General Fund, support the General Fund debt service on the bonds sold as authorized by 2003 Ky. Acts ch. 156, Part II, Capital Projects Budget, A. Government Operations, 3. Kentucky Infrastructure Authority, c. Kentucky Pride Fund Projects.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Debt Service: Included in the above General Fund appropriation is \$49,000 for fiscal year 2005-2006 for debt service to support new bonds for state-owned dam repair as set forth in Part II, Capital Projects Budget, of this Act."

"Municipal Solid Waste Landfill Inspectors: Notwithstanding KRS 224.43-320, no funds are provided in the above appropriations for the assignment of full-time inspectors to each municipal solid waste landfill operating in the Commonwealth."

"Kentucky Pride Program: Included in the above Restricted Funds appropriation is \$24,991,500 in fiscal year 2004-2005 and \$29,835,100 in fiscal year 2005-2006 for the Kentucky Pride Program."

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Environmental Protection

"Solid Waste Enforcement Activity: In accordance with KRS 224.43-505, the Environmental and Public Protection Cabinet shall suspend until July 1, 2006, enforcement activity regarding landfill closure, maintenance, monitoring, and remediation obligations against formerly permitted municipal solid waste disposal and water facilities owned by a city or county that ceases accepting waste prior to July 1, 1992, except as necessary to abate an environmental emergency."

HOUSE REPORT

The House concurs with the Bill as Introduced with the following changes:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Martin County Damage Trust Fund: In fiscal year 2004-2005, \$150,000 is appropriated from the NR Martin County Damage Trust Fund set up under agreed order July 31, 2002, DOW-25070-042, DOW-25151-042, and DOW-21509-042 to Eastern Kentucky University to provide independent water testing and technical assistance to the citizens of Martin County. The Secretary of the Finance and Administration Cabinet and the State Budget Director shall develop and implement a memorandum of agreement between Eastern Kentucky University and the Fiscal Court of Martin County to insure the purposes of this provision are implemented. The Secretary of the Finance and Administration Cabinet shall report to the Interim Joint Committee on Appropriations and Revenue upon completion of the memorandum of agreement and the appropriation of funds, before the end of fiscal year 2004-2005."

Part II, Capital Budget

State-owned Dam Repair, Investment Income of \$500,000 in fiscal year 2005 and Investment Income of \$500,000 in fiscal year 2006 has been deleted.

This project is authorized as Bond Funds in the Statewide Repair, Maintenance, and Replacement Pool Fund within the Finance and Administration Cabinet, in the amount of \$1,000,000. The fiscal year 2005-2006 debt service is included in the Finance and Administration Cabinet's budget.

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Capital Budget****Environmental Protection**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	2,600,000	2,600,000		2,600,000	2,600,000	
Federal Funds	150,000	150,000		350,000	350,000	
Bond Funds	1,000,000	1,000,000				
Investment Income	500,000		(500,000)	500,000		(500,000)
TOTAL CAPITAL	4,250,000	3,750,000	(500,000)	3,450,000	2,950,000	(500,000)
II. CAPITAL PROJECTS						
1 Leaking Underground Storage Tanks						
PRJ5900129						
Restricted Funds	500,000	500,000		500,000	500,000	
Project Total	500,000	500,000		500,000	500,000	
2 State-Owned Dam Repair						
PRJ5900131						
Bond Funds	1,000,000	1,000,000				
Investment Income	500,000		(500,000)	500,000		(500,000)
Project Total	1,500,000	1,000,000	(500,000)	500,000		(500,000)
3 Hazardous Waste Management Fund						
PRJ5900132						
Restricted Funds	2,100,000	2,100,000		2,100,000	2,100,000	
Project Total	2,100,000	2,100,000		2,100,000	2,100,000	
4 National Environmental Exchange Network						
PRJ5900134						
Federal Funds	150,000	150,000		350,000	350,000	
Project Total	150,000	150,000		350,000	350,000	
5 Lease - Ash Building						
PRJ5900135						
Restricted Funds						
Project Total						
6 Lease - Schenkel Lane Property						
PRJ5900136						
Restricted Funds						
Project Total						

F - Environmental and Public Protection Cabinet**Capital Budget****Environmental Protection**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
TOTAL CAPITAL	4,250,000	3,750,000	(500,000)	3,450,000	2,950,000	(500,000)

F - Environmental and Public Protection Cabinet**Operating Budget****Natural Resources**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund (Tobacco)	9,000,000	9,000,000		9,000,000	9,000,000	
General Fund	14,359,700	14,359,700		14,473,100	14,473,100	
Restricted Funds	8,161,600	8,161,600		7,627,800	7,627,800	
Federal Funds	9,743,900	9,743,900		9,872,100	9,872,100	
Regular Total Funds	41,265,200	41,265,200		40,973,000	40,973,000	
Continuing	4,648,600	4,648,600				
TOTAL FUNDS	45,913,800	45,913,800		40,973,000	40,973,000	
II. EXPENDITURE CATEGORY						
Personnel Costs	15,808,600	15,808,600		16,470,500	16,470,500	
Operating Expenses	3,854,200	3,854,200		4,112,800	4,112,800	
Grants, Loans, Benefits	23,641,400	23,641,400		19,527,300	19,527,300	
Capital Outlay	2,609,600	2,609,600		862,400	862,400	
TOTAL EXPENDITURES	45,913,800	45,913,800		40,973,000	40,973,000	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund (Tobacco)	9,000,000	9,000,000		9,000,000	9,000,000	
General Fund	14,359,700	14,359,700		14,473,100	14,473,100	
Restricted Funds	8,161,600	8,161,600		7,627,800	7,627,800	
Federal Funds	9,743,900	9,743,900		9,872,100	9,872,100	
Regular Total Funds	41,265,200	41,265,200		40,973,000	40,973,000	
Continuing	4,648,600	4,648,600				
TOTAL BASE LEVEL	45,913,800	45,913,800		40,973,000	40,973,000	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Natural Resources

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Emergency Forest Fire Suppression: Not less than \$240,000 of the General Fund appropriation for each fiscal year shall be set aside for emergency forest fire suppression. There is appropriated from the General Fund the necessary funds, subject to the conditions and procedures provided in this Act, which are required as a result of emergency fire suppression activities in excess of the \$240,000 amount. Fire suppression costs in excess of \$240,000 annually shall be deemed necessary governmental expenses and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705)."

"Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$9,000,000 in each fiscal year for the Environmental Stewardship Program."

The State/Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement, includes a language provision that directs:

"Environmental Stewardship Program: Included in the above General Fund (Tobacco) appropriation is \$9,000,000 in each fiscal year for the Environmental Stewardship Program."

HOUSE REPORT

The House concurs with the Bill as Introduced with the following change:

The House amends the State/Executive Branch Budget Bill, Part V, Funds Transfer, to include transfers from the Oil and Gas Agency Revenue Fund totaling \$500,000 in fiscal year 2004-2005 and \$500,000 in fiscal year 2005-2006.

F - Environmental and Public Protection Cabinet**Operating Budget****Surface Mining Reclamation and Enforcement**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	14,056,300	14,056,300		10,295,000	10,295,000	
Restricted Funds	5,701,600	5,701,600		6,101,200	6,101,200	
Federal Funds	16,832,700	16,832,700		17,007,900	17,007,900	
Regular Total Funds	36,590,600	36,590,600		33,404,100	33,404,100	
Continuing						
TOTAL FUNDS	36,590,600	36,590,600		33,404,100	33,404,100	
II. EXPENDITURE CATEGORY						
Personnel Costs	29,478,700	29,478,700		25,949,000	25,949,000	
Operating Expenses	4,395,600	4,395,600		4,347,600	4,347,600	
Grants, Loans, Benefits	1,108,600	1,108,600		1,308,600	1,308,600	
Capital Outlay	1,167,100	1,167,100		1,175,600	1,175,600	
Construction	440,600	440,600		623,300	623,300	
TOTAL EXPENDITURES	36,590,600	36,590,600		33,404,100	33,404,100	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	14,056,300	14,056,300		10,295,000	10,295,000	
Restricted Funds	5,701,600	5,701,600		6,101,200	6,101,200	
Federal Funds	16,832,700	16,832,700		17,007,900	17,007,900	
Regular Total Funds	36,590,600	36,590,600		33,404,100	33,404,100	
Continuing						
TOTAL BASE LEVEL	36,590,600	36,590,600		33,404,100	33,404,100	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Surface Mining Reclamation and Enforcement

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Bond Pool Funds Per Executive Order 2004-753: Included in the above General Fund Appropriation for the Surface Mining Reclamation and Enforcement \$3,840,000 in fiscal year 2004-2005 as directed by Executive Order 2004-753 dated July 12, 2004, to restore fund transfers from the Surface Mining Bond Pool Fund to assure Compliance with federal requirements."

"Return of Permit and Acreage Fees: Included in the above General Fund appropriation is \$675,000 in each fiscal year for the return of permit and acreage fees under KRS 350.139; any required expenditure for this purpose in excess of this amount in either fiscal year is appropriated to the department."

"Surface Coal Mining Permits: The permit block provisions of KRS 350.085(6) shall apply both to surface coal mining and reclamation operations owned or controlled by the applicant, and those operations owning or controlling the applicant. The Natural Resources and Environmental Protection Cabinet shall continue in effect the current state regulations regarding ownership and control provided that a due process hearing shall be afforded at the time that the Cabinet makes a preliminary determination to impose a permit block.

The Cabinet shall conditionally issue a permit, permit renewal, or authorization to conduct surface coal mining and reclamation operations, if the Cabinet finds that a direct administrative or judicial appeal is presently being pursued, in good faith, to contest the validity of the determination of ownership and control linkage. The Cabinet shall conditionally issue permits where the applicant submits proof, including a settlement agreement, that the violation is being abated to the satisfaction of the issuing state or federal agency. Where the initial judicial appeal affirms the ownership or control linkage, the applicant shall have 30 days to submit proof that the violation has been or is in the process of being corrected. Nothing herein shall preclude the applicant from seeking

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Surface Mining Reclamation and Enforcement

further judicial relief. The reporting requirements of KRS 350.060(3) shall not extend to persons at the level above a publicly traded corporation who own or control the applicant."

HOUSE REPORT

The House concurs with the Bill as Introduced.

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet

Capital Budget

Surface Mining Reclamation and Enforcement

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference

II. CAPITAL PROJECTS

1Hudson Hollow Park Lease

PRJ600A0001

Restricted Funds

Project Total

TOTAL CAPITAL

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Abandoned Mine Land Reclamation Projects**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Federal Funds	22,000,000	22,000,000		22,000,000	22,000,000	
Regular Total Funds	22,000,000	22,000,000		22,000,000	22,000,000	
Continuing						
TOTAL FUNDS	22,000,000	22,000,000		22,000,000	22,000,000	
II. EXPENDITURE CATEGORY						
Personnel Costs	170,000	170,000		170,000	170,000	
Grants, Loans, Benefits	9,500,000	9,500,000		9,500,000	9,500,000	
Construction	12,330,000	12,330,000		12,330,000	12,330,000	
TOTAL EXPENDITURES	22,000,000	22,000,000		22,000,000	22,000,000	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Federal Funds	22,000,000	22,000,000		22,000,000	22,000,000	
Regular Total Funds	22,000,000	22,000,000		22,000,000	22,000,000	
Continuing						
TOTAL BASE LEVEL	22,000,000	22,000,000		22,000,000	22,000,000	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Abandoned Mine Lands Reclamation Projects

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"Fund Receipt and Expenditures Estimates: The above appropriations represent estimates of the funds to be received and expended for this program. If additional funds become available, the funds are appropriated subject to the conditions and procedures provided in this Act."

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Environmental Quality Commission**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	150,000	150,000		150,000	150,000	
Restricted Funds	100,900	100,900		108,500	108,500	
Regular Total Funds	250,900	250,900		258,500	258,500	
Continuing						
TOTAL FUNDS	250,900	250,900		258,500	258,500	
II. EXPENDITURE CATEGORY						
Personnel Costs	208,200	208,200		214,600	214,600	
Operating Expenses	42,700	42,700		43,900	43,900	
TOTAL EXPENDITURES	250,900	250,900		258,500	258,500	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	150,000	150,000		150,000	150,000	
Restricted Funds	100,900	100,900		108,500	108,500	
Regular Total Funds	250,900	250,900		258,500	258,500	
Continuing						
TOTAL BASE LEVEL	250,900	250,900		258,500	258,500	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Environmental Quality Commission

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"Administrative Accountability: The Environmental Quality Commission shall be attached to the Environmental and Public Protection Cabinet's Office of the Secretary, but shall remain a separate budget unit. The Secretary, with the approval of the Commissioners of the Environmental Quality Commission, may employ a director and other necessary Commission staff who shall serve at the pleasure of the Commission and the Secretary."

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Kentucky Nature Preserves Commission**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	1,049,300	1,049,300		1,049,300	1,049,300	
Restricted Funds	304,600	304,600		333,100	333,100	
Federal Funds	70,500	70,500		70,500	70,500	
Regular Total Funds	1,424,400	1,424,400		1,452,900	1,452,900	
Continuing						
TOTAL FUNDS	1,424,400	1,424,400		1,452,900	1,452,900	
II. EXPENDITURE CATEGORY						
Personnel Costs	1,111,700	1,111,700		1,140,200	1,140,200	
Operating Expenses	282,700	282,700		282,700	282,700	
Grants, Loans, Benefits	30,000	30,000		30,000	30,000	
TOTAL EXPENDITURES	1,424,400	1,424,400		1,452,900	1,452,900	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	1,049,300	1,049,300		1,049,300	1,049,300	
Restricted Funds	304,600	304,600		333,100	333,100	
Federal Funds	70,500	70,500		70,500	70,500	
Regular Total Funds	1,424,400	1,424,400		1,452,900	1,452,900	
Continuing						
TOTAL BASE LEVEL	1,424,400	1,424,400		1,452,900	1,452,900	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Kentucky Nature Preserves Commission

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"Minor Use or Development: Notwithstanding KRS 146.410 to 146.535, the Kentucky State Nature Preserves Commission may allow a minor use or development upon or near the property boundary of a nature preserve when the minor use or development results in the addition of acreage to the preserve, furthers the goal of encouraging land use adjacent to the preserve which can help protect the character of the preserve, furthers an important public purpose identified by another state or local public agency, and does not substantially or fundamentally alter the character of the preserve."

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Capital Budget****Kentucky Nature Preserves Commission**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Other Funds	300,000	300,000		300,000	300,000	
TOTAL CAPITAL	300,000	300,000		300,000	300,000	
II. CAPITAL PROJECTS						
1						
Kentucky Nature Preserves Acquisition Fund						
PRJ3750126						
Other Funds	300,000	300,000		300,000	300,000	
Project Total	300,000	300,000		300,000	300,000	
TOTAL CAPITAL	300,000	300,000		300,000	300,000	

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Public Protection Commissioner**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	1,463,000	1,463,000		1,512,900	1,512,900	
Regular Total Funds	1,463,000	1,463,000		1,512,900	1,512,900	
Continuing						
TOTAL FUNDS	1,463,000	1,463,000		1,512,900	1,512,900	
II. EXPENDITURE CATEGORY						
Personnel Costs	1,170,100	1,170,100		1,201,500	1,201,500	
Operating Expenses	292,900	292,900		311,400	311,400	
TOTAL EXPENDITURES	1,463,000	1,463,000		1,512,900	1,512,900	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	1,463,000	1,463,000		1,512,900	1,512,900	
Regular Total Funds	1,463,000	1,463,000		1,512,900	1,512,900	
Continuing						
TOTAL BASE LEVEL	1,463,000	1,463,000		1,512,900	1,512,900	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Public Protection Commissioner

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Boxing and Wrestling Authority**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	109,300	109,300		100,000	100,000	
Regular Total Funds	109,300	109,300		100,000	100,000	
Continuing						
TOTAL FUNDS	109,300	109,300		100,000	100,000	
II. EXPENDITURE CATEGORY						
Personnel Costs	72,200	72,200		62,900	62,900	
Operating Expenses	37,100	37,100		37,100	37,100	
TOTAL EXPENDITURES	109,300	109,300		100,000	100,000	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	109,300	109,300		100,000	100,000	
Regular Total Funds	109,300	109,300		100,000	100,000	
Continuing						
TOTAL BASE LEVEL	109,300	109,300		100,000	100,000	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Boxing and Wrestling Authority

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer in fiscal year 2004-2005 of \$4,200.

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Petroleum Storage Tank Environmental Assur. Fund**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund				1,719,000	1,719,000	
Restricted Funds	28,413,000	28,413,000		29,069,400	29,069,400	
Regular Total Funds	28,413,000	28,413,000		30,788,400	30,788,400	
Continuing						
TOTAL FUNDS	28,413,000	28,413,000		30,788,400	30,788,400	
II. EXPENDITURE CATEGORY						
Personnel Costs	3,529,400	3,529,400		3,569,400	3,569,400	
Operating Expenses	24,383,600	24,383,600		25,000,000	25,000,000	
Debt Service				1,719,000	1,719,000	
Capital Outlay	500,000	500,000		500,000	500,000	
TOTAL EXPENDITURES	28,413,000	28,413,000		30,788,400	30,788,400	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund				1,719,000	1,719,000	
Restricted Funds	28,413,000	28,413,000		29,069,400	29,069,400	
Regular Total Funds	28,413,000	28,413,000		30,788,400	30,788,400	
Continuing						
TOTAL BASE LEVEL	28,413,000	28,413,000		30,788,400	30,788,400	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Petroleum Storage Tank Environmental Assurance Fund

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the requirements of the statutes set forth below, there is transferred from the Restricted Funds enumerated below to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a Petroleum Storage Tank Environmental Assurance Fund transfer totaling \$291,200 in fiscal year 2004-2005 and \$63,471,400 in fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Debt Service: Included in the above General Fund appropriation in fiscal year 2005-2006 is \$1,719,000 for debt service for new bonds as set forth in Part II, Capital Projects Budget, of this Act. Included in the above Restricted Funds appropriation in fiscal year 2005-2006 is \$25,000,000 for underground storage tank fund payments from new bonds as set forth in Part II, Capital Projects Budget, of this Act."

"Financial Responsibility Account: Any Restricted Funds receipts generated by the Petroleum Storage Tank Assurance Fund in fiscal year 2004-2005 in excess of the amounts appropriated above shall be allocated to the Financial Responsibility Account to help ensure that the agency meets its reserve balance requirements in fiscal year 2005-2006."

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Capital Budget****Petroleum Storage Tank Environmental Assur. Fund**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Bond Funds	25,000,000	25,000,000				
TOTAL CAPITAL	25,000,000	25,000,000				

II. CAPITAL PROJECTS**1 Petroleum Storage Tank Environmental Assurance Fund**

PRJ675B0001

Bond Funds	25,000,000	25,000,000	
Project Total	25,000,000	25,000,000	
TOTAL CAPITAL	25,000,000	25,000,000	

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Alcoholic Beverage Control**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	1,380,800	1,380,800		1,380,800	1,380,800	
Restricted Funds	4,334,600	4,334,600		4,378,500	4,378,500	
Regular Total Funds	5,715,400	5,715,400		5,759,300	5,759,300	
Continuing						
TOTAL FUNDS	5,715,400	5,715,400		5,759,300	5,759,300	
II. EXPENDITURE CATEGORY						
Personnel Costs	4,655,700	4,655,700		4,755,400	4,755,400	
Operating Expenses	1,044,900	1,044,900		1,003,900	1,003,900	
Capital Outlay	14,800	14,800				
TOTAL EXPENDITURES	5,715,400	5,715,400		5,759,300	5,759,300	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	1,380,800	1,380,800		1,380,800	1,380,800	
Restricted Funds	4,334,600	4,334,600		4,378,500	4,378,500	
Regular Total Funds	5,715,400	5,715,400		5,759,300	5,759,300	
Continuing						
TOTAL BASE LEVEL	5,715,400	5,715,400		5,759,300	5,759,300	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Alcoholic Beverage Control

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the requirements of the statutes set forth below, there is transferred from the Restricted Funds enumerated below to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes an Alcoholic Beverage Control, Agency Revenue Fund transfer of \$1,009,700 in fiscal year 2004-2005.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"Sale and Distribution of Tobacco Products Enforcement: Included in the above General Fund appropriation is \$260,000 in fiscal year 2004-2005 and \$260,000 in fiscal year 2005-2006 to carry out the provisions of KRS 438.337."

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Charitable Gaming**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	3,476,600	3,476,600		3,470,100	3,470,100	
Regular Total Funds	3,476,600	3,476,600		3,470,100	3,470,100	
Continuing						
TOTAL FUNDS	3,476,600	3,476,600		3,470,100	3,470,100	
II. EXPENDITURE CATEGORY						
Personnel Costs	2,793,300	2,793,300		2,786,800	2,786,800	
Operating Expenses	677,300	677,300		677,300	677,300	
Grants, Loans, Benefits	6,000	6,000		6,000	6,000	
TOTAL EXPENDITURES	3,476,600	3,476,600		3,470,100	3,470,100	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	3,476,600	3,476,600		3,470,100	3,470,100	
Regular Total Funds	3,476,600	3,476,600		3,470,100	3,470,100	
Continuing						
TOTAL BASE LEVEL	3,476,600	3,476,600		3,470,100	3,470,100	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Charitable Gaming

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the requirements of the statutes set forth below, there is transferred from the Restricted Funds enumerated below to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a Charitable Gaming, Agency Restricted Fund transfer of \$191,200 in fiscal year 2004-2005.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"Gross Receipts Fee: Notwithstanding KRS 238.570, the gross receipts fee for fiscal year 2004-2005 and fiscal year 2005-2006 shall be fifty-three one-hundredths of one percent."

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Board of Claims/Crime Victims' Compensation**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	813,000	813,000		813,000	813,000	
Restricted Funds	2,834,300	2,834,300		2,856,400	2,856,400	
Federal Funds	540,100	540,100		540,100	540,100	
Regular Total Funds	4,187,400	4,187,400		4,209,500	4,209,500	
Continuing						
TOTAL FUNDS	4,187,400	4,187,400		4,209,500	4,209,500	
II. EXPENDITURE CATEGORY						
Personnel Costs	1,042,900	1,042,900		1,066,500	1,066,500	
Operating Expenses	2,944,500	2,944,500		2,943,000	2,943,000	
Grants, Loans, Benefits	200,000	200,000		200,000	200,000	
TOTAL EXPENDITURES	4,187,400	4,187,400		4,209,500	4,209,500	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	813,000	813,000		813,000	813,000	
Restricted Funds	2,834,300	2,834,300		2,856,400	2,856,400	
Federal Funds	540,100	540,100		540,100	540,100	
Regular Total Funds	4,187,400	4,187,400		4,209,500	4,209,500	
Continuing						
TOTAL BASE LEVEL	4,187,400	4,187,400		4,209,500	4,209,500	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Claims/Crime Victims' Compensation

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a Claims/Crime Victims' Compensation Agency, Revenue Fund transfer totaling \$1,500 fiscal year 2004-2005.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"Sexual Assault Examinations: Notwithstanding KRS 216B.400(8), examinations for reported victims of sexual assault shall be paid by the Crime Victims' Compensation Board in a manner consistent with KRS Chapter 346, at a rate determined by the Board. The Board shall reimburse the hospital or sexual assault examination facility as provided in administrative regulations promulgated by the Board."

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Financial Institutions**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	8,224,900	8,224,900		8,594,800	8,594,800	
Regular Total Funds	8,224,900	8,224,900		8,594,800	8,594,800	
Continuing						
TOTAL FUNDS	8,224,900	8,224,900		8,594,800	8,594,800	
II. EXPENDITURE CATEGORY						
Personnel Costs	5,912,800	5,912,800		6,239,100	6,239,100	
Operating Expenses	1,950,000	1,950,000		1,983,600	1,983,600	
Capital Outlay	362,100	362,100		372,100	372,100	
TOTAL EXPENDITURES	8,224,900	8,224,900		8,594,800	8,594,800	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	8,224,900	8,224,900		8,594,800	8,594,800	
Regular Total Funds	8,224,900	8,224,900		8,594,800	8,594,800	
Continuing						
TOTAL BASE LEVEL	8,224,900	8,224,900		8,594,800	8,594,800	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Financial Institutions

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the requirements of the statutes set forth below, there is transferred from the Restricted Funds enumerated below to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a Financial Institutions, Agency Revenue Fund transfer of \$3,420,100 in fiscal year 2004-2005 and \$2,712,100 in fiscal year 2005-2006.

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Horse Racing Authority**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	509,700	509,700		509,700	509,700	
Restricted Funds	14,002,100	14,002,100		13,174,800	13,174,800	
Regular Total Funds	14,511,800	14,511,800		13,684,500	13,684,500	
Continuing						
TOTAL FUNDS	14,511,800	14,511,800		13,684,500	13,684,500	
II. EXPENDITURE CATEGORY						
Personnel Costs	2,034,300	2,034,300		2,080,000	2,080,000	
Operating Expenses	907,600	907,600		920,300	920,300	
Grants, Loans, Benefits	11,569,900	11,569,900		10,684,200	10,684,200	
TOTAL EXPENDITURES	14,511,800	14,511,800		13,684,500	13,684,500	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	509,700	509,700		509,700	509,700	
Restricted Funds	14,002,100	14,002,100		13,174,800	13,174,800	
Regular Total Funds	14,511,800	14,511,800		13,684,500	13,684,500	
Continuing						
TOTAL BASE LEVEL	14,511,800	14,511,800		13,684,500	13,684,500	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Horse Racing Authority

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer from Kentucky Horse Racing Authority, Agency Revenue Fund, transfer of \$49,600 in fiscal year 2004-2005.

HOUSE REPORT

The House concurs with the Bill as Introduced with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"International Wagering Hub Progress Report: The Horse Racing Authority shall submit to the Interim Joint Committee on Appropriations and Revenue a quarterly written report on progress in establishment of an international wagering hub pursuant to KRS 230.378 to 230.380."

F - Environmental and Public Protection Cabinet**Operating Budget****Housing, Buildings and Construction**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	2,094,100	2,094,100		2,114,700	2,114,700	
Restricted Funds	12,209,000	13,959,000	1,750,000	13,195,700	14,945,700	1,750,000
Federal Funds	39,300	39,300				
Regular Total Funds	14,342,400	16,092,400	1,750,000	15,310,400	17,060,400	1,750,000
Continuing						
TOTAL FUNDS	14,342,400	16,092,400	1,750,000	15,310,400	17,060,400	1,750,000
II. EXPENDITURE CATEGORY						
Personnel Costs	11,032,000	12,782,000	1,750,000	12,342,300	14,092,300	1,750,000
Operating Expenses	3,123,400	3,123,400		2,956,100	2,956,100	
Capital Outlay	12,000	12,000		12,000	12,000	
Construction	175,000	175,000				
TOTAL EXPENDITURES	14,342,400	16,092,400	1,750,000	15,310,400	17,060,400	1,750,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	2,094,100	2,094,100		2,114,700	2,114,700	
Restricted Funds	12,209,000	12,209,000		13,195,700	13,195,700	
Federal Funds	39,300	39,300				
Regular Total Funds	14,342,400	14,342,400		15,310,400	15,310,400	
Continuing						
TOTAL BASE LEVEL	14,342,400	14,342,400		15,310,400	15,310,400	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
Restricted Funds		1,750,000	1,750,000		1,750,000	1,750,000
TOTAL ADDITIONAL		1,750,000	1,750,000		1,750,000	1,750,000
V. ADDITIONAL BUDGET ITEMS						
1 CONTN Additional Personnel						
ABR6900002 Additional funding for 51 new positions comprised of plan reviewers, HVAC inspectors, plumbing inspectors and building inspectors.						
Restricted Funds		1,750,000	1,750,000		1,750,000	1,750,000
Project Total		1,750,000	1,750,000		1,750,000	1,750,000
TOTAL ADDITIONAL		1,750,000	1,750,000		1,750,000	1,750,000

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Housing, Buildings and Construction

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the requirements of the statutes set forth below, there is transferred from the Restricted Funds enumerated below to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a Housing, Buildings and Construction, Agency Revenue Fund transfer of \$90,100 in fiscal year 2004-2005.

HOUSE REPORT

The House concurs with the Bill as Introduced with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Additional Personnel: Included in the above Restricted Funds appropriation is \$1,750,000 in fiscal year 2004-2005 and \$1,750,000 in fiscal year 2005-2006 for 51 new positions which include 11 plan reviewers, 10 building inspectors, 20 plumbing inspectors, and 10 heating ventilation and cooling inspectors."

F - Environmental and Public Protection Cabinet

Capital Budget

Housing, Buildings and Construction

Fiscal Year 2004-2005			Fiscal Year 2005-2006		
Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference

II. CAPITAL PROJECTS

1

Lease - Franklin County

PRJ6900147

Other Funds

Project Total

TOTAL CAPITAL

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Insurance**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund (Tobacco)	16,782,600	16,782,600		16,751,700	16,751,700	
Restricted Funds	22,364,400	22,364,400		23,807,100	23,807,100	
Federal Funds	4,322,100	4,322,100				
Regular Total Funds	43,469,100	43,469,100		40,558,800	40,558,800	
Continuing						
TOTAL FUNDS	43,469,100	43,469,100		40,558,800	40,558,800	
II. EXPENDITURE CATEGORY						
Personnel Costs	40,103,600	40,103,600		37,118,700	37,118,700	
Operating Expenses	3,365,500	3,365,500		3,440,100	3,440,100	
TOTAL EXPENDITURES	43,469,100	43,469,100		40,558,800	40,558,800	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund (Tobacco)	16,782,600	16,782,600		16,751,700	16,751,700	
Restricted Funds	22,364,400	22,364,400		23,807,100	23,807,100	
Federal Funds	4,322,100	4,322,100				
Regular Total Funds	43,469,100	43,469,100		40,558,800	40,558,800	
Continuing						
TOTAL BASE LEVEL	43,469,100	43,469,100		40,558,800	40,558,800	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Insurance

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the requirements of the statutes set forth below, there is transferred from the Restricted Funds enumerated below to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes an Insurance Agency Revenue Fund transfer of \$3,872,800 in fiscal year 2004-2005, and \$11,340,300 in fiscal year 2005-2006.

Part V, Funds Transfer, includes an Kentucky Access Agency Revenue Fund transfer of \$9,932,900 in fiscal year 2004-2005, and \$10,287,900 in fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$16,782,600 in fiscal year 2004-2005 and \$16,751,700 in fiscal year 2005-2006 for the Kentucky Access Program."

"Risk-based Capital (RBC): A corporation, partnership, or limited liability corporation applying for and holding a certificate of authority as a health maintenance organization, which by contract manages care and processes health care claims solely for Medicaid-eligible enrollees and the Kentucky Children's Health Insurance Program, shall comply with risk-based capital (RBC) requirements as follows:

(a) For purposes of this subsection, RBC shall be determined in accordance with 806 KAR 38:100. Except for subsection (11)(c) of Section 1. and Section 11. of 806 KAR 38:100, a corporation, partnership, or limited liability corporation applying for and

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Insurance

holding a certificate of authority as a health maintenance organization, which by contract manages care and processes health care claims solely for Medicaid-eligible enrollees and the Kentucky Children's Health Insurance Program, shall comply with 806 KAR 38:100;

(b) For the RBC reports required to be filed by health maintenance organizations which manage care and process health care claims solely for Medicaid-eligible enrollees and the Kentucky Children's Health Insurance Program, the RBC levels shall be defined as follows: 1. "Company Action Level RBC" means the product of two and its Authorized Control Level RBC; 2. "Regulatory Action Level RBC" means the product of one and five-tenths and its Authorized Control Level RBC; 3. "Authorized Control Level RBC" means the product of four-tenths and the RBC after covariance determined under the RBC formula in accordance with the RBC instruction; and 4. "Mandatory Control Level RBC" means the product of seven-tenths and the Authorized Control Level RBC; and

(c) A corporation, partnership, or limited liability corporation applying for and holding a certificate of authority as a health maintenance organization managing care, processing health care claims, or providing health benefits to groups or individuals in addition to Medicaid-eligible and Kentucky Children's Health Insurance Program enrollees shall comply with the RBC requirements of paragraph (a) of this subsection and 806 KAR 38:100 and shall not be eligible to calculate its RBC according to this subsection."

"Kentucky Access: Notwithstanding KRS 304.17B-031, during the 2004-2006 biennium, the Secretary of the Environmental and Public Protection Cabinet may seek authorization from the State Budget Director to reallocate excess unbudgeted operating funds generated by the Office of Insurance to Access. Any such funding reallocations that are approved by the State Budget Director will be reported to the Interim Joint Committee on Appropriations and Revenue consistent with the provisions of this Act."

HOUSE REPORT

The House concurs with the Bill as Introduced with the following change:

The House amends the State/Executive Branch Budget Bill, Part V, Funds Transfer, to include transfers from the Fire and Tornado Agency Revenue Fund totaling \$500,000 in fiscal year 2004-2005 and \$500,000 in fiscal year 2005-2006.

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet

Capital Budget

Insurance

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference

II. CAPITAL PROJECTS

1Lease - Franklin County

PRJ695A0001

Restricted Funds

Project Total

TOTAL CAPITAL

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Mine Safety Review Commission**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	230,500	230,500		230,500	230,500	
Restricted Funds	500	500				
Regular Total Funds	231,000	231,000		230,500	230,500	
Continuing						
TOTAL FUNDS	231,000	231,000		230,500	230,500	
II. EXPENDITURE CATEGORY						
Personnel Costs	176,000	176,000		175,500	175,500	
Operating Expenses	55,000	55,000		55,000	55,000	
TOTAL EXPENDITURES	231,000	231,000		230,500	230,500	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	230,500	230,500		230,500	230,500	
Restricted Funds	500	500				
Regular Total Funds	231,000	231,000		230,500	230,500	
Continuing						
TOTAL BASE LEVEL	231,000	231,000		230,500	230,500	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Mine Safety Review Commission

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Mine Safety and Licensing**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	8,805,800	8,805,800		9,021,800	9,021,800	
Restricted Funds	292,900	292,900		525,300	525,300	
Federal Funds	1,467,000	1,467,000		603,300	603,300	
Regular Total Funds	10,565,700	10,565,700		10,150,400	10,150,400	
Continuing						
TOTAL FUNDS	10,565,700	10,565,700		10,150,400	10,150,400	
II. EXPENDITURE CATEGORY						
Personnel Costs	8,046,600	8,046,600		8,515,800	8,515,800	
Operating Expenses	2,508,700	2,508,700		1,609,600	1,609,600	
Capital Outlay	10,400	10,400		25,000	25,000	
TOTAL EXPENDITURES	10,565,700	10,565,700		10,150,400	10,150,400	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	8,805,800	8,805,800		9,021,800	9,021,800	
Restricted Funds	292,900	292,900		525,300	525,300	
Federal Funds	1,467,000	1,467,000		603,300	603,300	
Regular Total Funds	10,565,700	10,565,700		10,150,400	10,150,400	
Continuing						
TOTAL BASE LEVEL	10,565,700	10,565,700		10,150,400	10,150,400	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Mine Safety and Licensing

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the requirements of the statutes set forth below, there is transferred from the Restricted Funds enumerated below to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer from Mine Safety and Licensing, Agency Revenue Fund transfer totaling \$36,600 in fiscal year 2004-2005.

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Public Service Commission**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	11,154,100	11,154,100		11,409,800	11,409,800	
Restricted Funds	1,024,000	1,024,000		1,024,000	1,024,000	
Federal Funds	249,600	249,600		257,300	257,300	
Regular Total Funds	12,427,700	12,427,700		12,691,100	12,691,100	
Continuing						
TOTAL FUNDS	12,427,700	12,427,700		12,691,100	12,691,100	
II. EXPENDITURE CATEGORY						
Personnel Costs	9,169,700	9,169,700		9,438,300	9,438,300	
Operating Expenses	2,650,600	2,650,600		2,645,400	2,645,400	
Debt Service	589,000	589,000		589,000	589,000	
Capital Outlay	18,400	18,400		18,400	18,400	
TOTAL EXPENDITURES	12,427,700	12,427,700		12,691,100	12,691,100	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	11,154,100	11,154,100		11,409,800	11,409,800	
Restricted Funds	1,024,000	1,024,000		1,024,000	1,024,000	
Federal Funds	249,600	249,600		257,300	257,300	
Regular Total Funds	12,427,700	12,427,700		12,691,100	12,691,100	
Continuing						
TOTAL BASE LEVEL	12,427,700	12,427,700		12,691,100	12,691,100	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Public Service Commission

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that direct:

"Debt Service: Included in the above General Fund appropriation is \$589,000 in fiscal year 2004-2005 and \$589,000 in fiscal year 2005-2006 for debt service for previously issued bonds."

"Carry Forward of General Fund Appropriation Balance: Notwithstanding KRS 278.150(3), \$1,807,300 in fiscal year 2004-2005 shall lapse to the credit of the General Fund."

HOUSE REPORT

The House concurs with the Bill as Introduced with the following changes:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"Water Districts and Water Associations: A water district created pursuant to KRS Chapter 74 and a water association created pursuant to KRS Chapter 273 that undertakes a waterline extension or improvement project shall not be required to obtain a certificate of public convenience and necessity pursuant to KRS 278.020(1) if the water district or water association is a Class A or B utility as defined in the Uniform System of Accounts established by the Public Service Commission, pursuant to KRS 278.220, as the system of accounts prescribed for utilities in Kentucky, and either: (a) The water line extension or improvement project will not cost in excess of \$500,000; or (b) The water district or water association will not, as a result of the water line extension or improvement project, incur obligations requiring Public Service Commission approval pursuant to KRS 278.300. In either case, the water or water association district shall not, as a result of the water line extension or improvement project, increase rates to its customers."

Fiscal Biennium 2004-2006
Budget Modification Report

02/20/05 10:17 AM

Public Service Commission

"Executive Branch Ethics Requirements: The Public Service Commission shall be considered an executive agency, as defined in KRS 11A.201(6), and an order issued by the Public Service Commission regarding the rates or service of a utility, as defined in KRS 278.010(3), shall be considered an executive agency decision, as defined in KRS 11A.201(7)."

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Tax Appeals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	486,100	486,100		486,100	486,100	
Regular Total Funds	486,100	486,100		486,100	486,100	
Continuing						
TOTAL FUNDS	486,100	486,100		486,100	486,100	
II. EXPENDITURE CATEGORY						
Personnel Costs	437,500	437,500		437,500	437,500	
Operating Expenses	48,600	48,600		48,600	48,600	
TOTAL EXPENDITURES	486,100	486,100		486,100	486,100	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	486,100	486,100		486,100	486,100	
Regular Total Funds	486,100	486,100		486,100	486,100	
Continuing						
TOTAL BASE LEVEL	486,100	486,100		486,100	486,100	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Tax Appeals

BILL AS INTRODUCED

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Labor**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	2,349,100	2,349,100		2,349,100	2,349,100	
Restricted Funds	123,279,300	127,175,200	3,895,900	124,935,300	124,935,300	
Federal Funds	3,233,100	3,233,100		3,233,100	3,233,100	
Regular Total Funds	128,861,500	132,757,400	3,895,900	130,517,500	130,517,500	
Continuing						
TOTAL FUNDS	128,861,500	132,757,400	3,895,900	130,517,500	130,517,500	
II. EXPENDITURE CATEGORY						
Personnel Costs	19,389,700	23,285,600	3,895,900	23,002,900	23,002,900	
Operating Expenses	6,764,200	6,764,200		6,964,400	6,964,400	
Grants, Loans, Benefits	102,366,000	102,366,000		100,200,000	100,200,000	
Capital Outlay	341,600	341,600		350,200	350,200	
TOTAL EXPENDITURES	128,861,500	132,757,400	3,895,900	130,517,500	130,517,500	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	2,349,100	2,349,100		2,349,100	2,349,100	
Restricted Funds	123,279,300	127,175,200	3,895,900	124,935,300	124,935,300	
Federal Funds	3,233,100	3,233,100		3,233,100	3,233,100	
Regular Total Funds	128,861,500	132,757,400	3,895,900	130,517,500	130,517,500	
Continuing						
TOTAL BASE LEVEL	128,861,500	132,757,400	3,895,900	130,517,500	130,517,500	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Labor

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

HOUSE REPORT

The House concurs with the Bill as Introduced with the following change:

The House adds Part 1, Operating Budget, language relating to gainful occupation as follows:

"Definition of Gainful Occupation: Notwithstanding KRS 339.210, "gainful occupation" does not include employment of minors by their own parents or persons standing in the place of a parent including a group medical practice in which the parent has any ownership interest."

F - Environmental and Public Protection Cabinet**Capital Budget****Labor**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference

II. CAPITAL PROJECTS**1 Lease - Franklin County**

PRJ9200001

Restricted Funds

Project Total**2 Lease - Franklin County**

PRJ9250001

Restricted Funds

Project Total**TOTAL CAPITAL**

THIS PAGE INTENTIONALLY LEFT BLANK

F - Environmental and Public Protection Cabinet**Operating Budget****Occupational Safety and Health Review Comm.**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	479,300	479,300		447,500	447,500	
Regular Total Funds	479,300	479,300		447,500	447,500	
Continuing						
TOTAL FUNDS	479,300	479,300		447,500	447,500	
II. EXPENDITURE CATEGORY						
Personnel Costs	438,800	438,800		393,700	393,700	
Operating Expenses	40,500	40,500		53,800	53,800	
TOTAL EXPENDITURES	479,300	479,300		447,500	447,500	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	479,300	479,300		447,500	447,500	
Regular Total Funds	479,300	479,300		447,500	447,500	
Continuing						
TOTAL BASE LEVEL	479,300	479,300		447,500	447,500	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

KY Occupational Safety and Health Review Comm.

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Workers Compensation Board**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	900,000	900,000		922,200	922,200	
Regular Total Funds	900,000	900,000		922,200	922,200	
Continuing						
TOTAL FUNDS	900,000	900,000		922,200	922,200	
II. EXPENDITURE CATEGORY						
Personnel Costs	750,700	750,700		772,900	772,900	
Operating Expenses	149,300	149,300		149,300	149,300	
TOTAL EXPENDITURES	900,000	900,000		922,200	922,200	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	900,000	900,000		922,200	922,200	
Regular Total Funds	900,000	900,000		922,200	922,200	
Continuing						
TOTAL BASE LEVEL	900,000	900,000		922,200	922,200	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Workers' Compensation Board

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

HOUSE REPORT

The House concurs with the Bill as Introduced.

F - Environmental and Public Protection Cabinet**Operating Budget****Workers' Compensation Funding Commission**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	House Budget	Difference	Bill as Introduced	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	136,955,800	136,955,800		134,607,200	134,607,200	
Regular Total Funds	136,955,800	136,955,800		134,607,200	134,607,200	
Continuing						
TOTAL FUNDS	136,955,800	136,955,800		134,607,200	134,607,200	
II. EXPENDITURE CATEGORY						
Personnel Costs	1,257,900	1,257,900		1,391,300	1,391,300	
Operating Expenses	135,697,900	135,697,900		133,215,900	133,215,900	
TOTAL EXPENDITURES	136,955,800	136,955,800		134,607,200	134,607,200	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	136,955,800	136,955,800		134,607,200	134,607,200	
Regular Total Funds	136,955,800	136,955,800		134,607,200	134,607,200	
Continuing						
TOTAL BASE LEVEL	136,955,800	136,955,800		134,607,200	134,607,200	

**Fiscal Biennium 2004-2006
Budget Modification Report**

02/20/05 10:17 AM

Workers' Compensation Funding Commission

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Commission Funding: Notwithstanding KRS 342.122(1)(c), no General Fund appropriation is provided to the Kentucky Workers' Compensation Funding Commission in fiscal year 2004-2005 and fiscal year 2005-2006."

HOUSE REPORT

The House concurs with the Bill as Introduced.